

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. NO.: 2838-02
BILL NO.: HB 1469
SUBJECT: Education, Elementary and Secondary: Foundation Formula
TYPE: Original
DATE: February 22, 2000

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
State School Moneys	GREATER THAN (\$100,000)	GREATER THAN (\$100,000)	GREATER THAN (\$100,000)
Total Estimated Net Effect on <u>All</u> State Funds	GREATER THAN (\$100,000)	GREATER THAN (\$100,000)	GREATER THAN (\$100,000)

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2001	FY 2002	FY 2003
Local Government	GREATER THAN \$100,000	GREATER THAN \$100,000	GREATER THAN \$100,000

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 3 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials from the **Department of Elementary and Secondary Education (DESE)** assume the proposal would increase the amount of state aid going to hold-harmless districts. The increase would be in excess of \$100,000 statewide.

<u>FISCAL IMPACT - State Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
---	---------------------	---------	---------

STATE SCHOOL MONEYS FUND

Cost-Department of Elementary and
Secondary Education (DESE)

State Aid	GREATER THAN <u>(\$100,000)</u>	GREATER THAN <u>(\$100,000)</u>	GREATER THAN <u>(\$100,000)</u>
-----------	--	--	--

<u>FISCAL IMPACT - Local Government</u>	FY 2001 (10 Mo.)	FY 2002	FY 2003
---	---------------------	---------	---------

SCHOOL DISTRICTS

Income-School Districts

State Aid	GREATER THAN <u>\$100,000</u>	GREATER THAN <u>\$100,000</u>	GREATER THAN <u>\$100,000</u>
-----------	--	--	--

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

The proposal would revise the calculation of state aid payments to hold harmless school districts.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

JM:LR:OD:005 (9-94)

L.R. NO. 2838-02
BILL NO. HB 1469
PAGE 3 OF 3
February 22, 2000

Department of Elementary and Secondary Education

A handwritten signature in black ink, appearing to read "Jeanne Jarrett". The signature is stylized with a large initial "J" and a cursive "e" at the end.

Jeanne Jarrett, CPA
Director
February 22, 2000